

# California S Corporation Franchise or Income Tax Return

1989

100S

MONTH	DAY	YEAR	MONTH	DAY	YEAR
For income year beginning			and ending		
<b>Affix Preaddressed Label</b>					
California corporation number			Federal employer identification number		
Corporation name					
Address					
City		State	ZIP code		
<b>Questions</b> <b>A</b> Final return? <input type="checkbox"/> Dissolved <input type="checkbox"/> Withdrawn <input type="checkbox"/> Merged/Reorganized <input type="checkbox"/> IRC Section 338 Sale If a box is checked, enter date _____ <b>B</b> First Return? (Check appropriate box(es)). <input type="checkbox"/> New business or successor to previously existing business operated as a: <input type="checkbox"/> sole proprietorship <input type="checkbox"/> partnership <input type="checkbox"/> joint venture <input type="checkbox"/> corporation <input type="checkbox"/> other (attach statement showing name, address and FEIN of previous business) <b>C</b> Date business began in California or date income was first derived from California sources: _____					
<b>D</b> Has the federal government redetermined your income tax liability for any prior year(s) which has not previously been reported? . . . . . <input type="checkbox"/> Yes <input type="checkbox"/> No If yes, furnish copy of agents report under separate cover. <b>E</b> Date incorporated _____ • Where? _____ <b>F</b> Did this corporation have a change in control or ownership, or acquire ownership or control of any other legal entity this year? (Do not leave this question blank) . . . . . <input type="checkbox"/> Yes <input type="checkbox"/> No <b>G</b> Check here if the corporation paid more than \$100,000 in local personal property taxes and/or business license taxes in California during this income year . . . . . <input type="checkbox"/> <b>H</b> Principal business activity code. (Do not leave blank): . . . • _____ <b>I</b> Check here if claiming enterprise zone or program area tax benefits: . . . • <input type="checkbox"/> <b>J</b> Check here if claiming technological property contribution tax benefits: • <input type="checkbox"/> <b>K</b> Effective date of federal S election: _____ <b>L</b> Effective date of California S election: _____ <b>M</b> Accounting method used: _____ <b>N</b> Location of principal accounting records: _____ <b>O</b> "Doing business as" name: _____					

<b>State Adjust- ments</b>	1 Net income (loss) from Schedule K, line 11b, column (d) . . . . .	1		
	2 Foreign or domestic tax based on income or profits and California franchise or income tax deducted . . . . .	2		
	3 Interest on government obligations . . . . .	3		
	4 Net capital loss carryover deducted on Schedule K . . . . .	4		
	5 Contribution adjustment. See Specific Line Instructions . . . . .	5		
	6 Other additions. Attach schedule(s) . . . . .	6		
	7 Total. Add lines 1 through 6 . . . . .	7		
	8 Deductible dividends . . . . .	8		
	9 Capital losses not deducted on Schedule K. Attach schedule . . . . .	9		
	10 Net interest earned deduction for enterprise zone/program area investment . . . . .	10		
	11 Other deductions. Attach schedule(s) . . . . .	11		
	12 Total. Add lines 8 through 11 . . . . .	12		
	13 Net Income (loss) after state adjustments. Subtract line 12 from line 7 . . . . .	13		

**If all income is derived from California sources, transfer the amount from line 13 to line 14. If income is derived from sources both within and without California, complete Schedule R and transfer the amount from Schedule R, line 24 to line 14 below.**

<b>Calif. Net Income</b>	14 Net income (loss) for state purposes . . . . .	14		
	15 R&TC Section 23802(e) deduction . . . . .	15		
	16 Net operating loss. Attach 1988 form FTB 3805Q . . . . .	16		
<b>Taxes</b>	17 Net income for tax purposes. Subtract the total of line 15 and line 16 from line 14 . . . . .	17		
	18 Tax _____% x line 17. See General Instr. B. (not less than minimum franchise tax, if applicable) . . . . .	18		
	19 Tax credits. See Specific Line Instructions . . . . .	19		
	20 <b>Balance.</b> Subtract line 19 from line 18 (not less than minimum franchise tax, if applicable) . . . . .	20		
	21 Built-in gains tax. See Specific Line Instructions. Attach Schedule D (100S) . . . . .	21		
	22 Excess net passive income tax. See Specific Line Instructions . . . . .	22		
<b>Pay- ments</b>	23 <b>Total tax.</b> Add lines 20 through 22 . . . . .	23		
	24 <b>a</b> Overpayment from prior year allowed as a credit . . . . .	24a		
	<b>b</b> 1989 estimated tax payments . . . . .	24b		
	<b>c</b> Amount paid with application for extension of time to file return . . . . .	24c		
<b>Amount Due or Refund</b>	<b>d</b> Dissolving/Withdrawing - Not applicable if formed after 1971. See Gen. Info. I . . . . .	24d		
	25 <b>Tax due.</b> Subtract line 24 from line 23. Pay this amount with this return . . . . .	25		
	26 <b>Overpayment.</b> Subtract line 23 from line 24 . . . . .	26		
	27 Amount of line 26 to be credited to 1990 estimated tax . . . . .	27		
	28 Amount of line 26 to be refunded . . . . .	28		
	29 Penalties and interest. See General Information M and N . . . . .	29		
<input type="checkbox"/> Check box if estimate penalty was computed using Exception C or Exception D and attach form FTB 5806				
	30 <b>Total amount due.</b> Pay this amount with this return . . . . .	30		

**Schedule A Taxes Deducted**

(a) Nature of Tax	(b) Taxing Authority	(c) Amount
<b>Total Taxes Deducted.</b> Enter here and on Schedule F, line 12		

**Schedule C Tax Credits** See General Instruction J

1 Jobs credit (FTB 3524)	6 Research credit (FTB 3523)
2 Enterprise zone hiring/sales and use tax credit (FTB 3805Z)	7 Orphan drug credit (FTB 3528)
3 Program area hiring/sales and use tax credit (FTB 3805Z)	8 Low-income housing credit (FTB 3521)
4 Employer child care program credit (FTB 3501)	9 Other (attach form, schedule or statement)
5 Employer child care contribution credit (FTB 3501)	10 Total. Enter here and on Side 1, line 19

**Schedule F Computation of Trade or Business Income** Include only trade or business income and expenses on lines 1a through 21. See instructions.

Income	1 a Gross receipts or sales	b Less returns and allowances	Balance ▶	1c	
	2 Cost of goods sold and/or operations (Schedule V, line 7)			2	
	3 Gross profit. Subtract line 2 from line 1c			3	
	4 Net gain (loss) from Schedule D-1, line 18			4	
	5 Other income. Attach schedule			5	
	6 TOTAL income (loss). Add lines 3 through 5			6	
Deductions	7 Compensation of officers			7	
	8 Salaries and wages			8	
	9 Repairs			9	
	10 Bad debts			10	
	11 Rents			11	
	12 Taxes			12	
	13 Deductible interest expense not claimed or reported elsewhere on return			13	
	14 a Depreciation and Amortization from Schedule B, line 9	14a			
	b Dep'n and Amort'n reported on Schedule V and elsewhere on return	14b			
	c Subtract line 14b from line 14a			14c	
	15 Depletion			15	
	16 Advertising			16	
	17 Pension, profit-sharing, etc. plans			17	
	18 Employee benefit programs			18	
	19 Other deductions. Attach schedule			19	
20 TOTAL deductions. Add lines 7 through 19			20		
21 Ordinary income (loss) from trade or business activity(ies). Subtract line 20 from line 6. Enter here and on Schedule K, line 1, column (b)			21		

**Schedule V Cost of Goods Sold and/or Operations**

1 Inventory at beginning of year	1
2 Purchases	2
3 Cost of labor	3
4 a Additional IRC Section 263A costs. Attach schedule	4a
b Other costs. Attach schedule	4b
5 Total. Add lines 1 through 4b	5
6 Inventory at end of year	6
7 Cost of goods sold and/or operations. Subtract line 6 from line 5. Enter here and on Schedule F, line 2	7

Method of inventory valuation ▶

Was there any substantial change in the manner of determining quantities, costs or valuations between opening and closing inventory? . . . . ☐ Yes ☐ No

If "Yes," attach an explanation. Enter California sales permit number, if any ▶

Check if the LIFO inventory method was adopted this income year for any goods. If checked, attach federal Form 970 . . . . . ☐

If the LIFO inventory method was used for this income year, enter percentage (or amounts) of closing inventory computed under LIFO . . . . .

Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the corporation? . . . . . ☐ Yes ☐ No

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. Declaration of preparer (other than the taxpayer) is based on all information of which preparer has any knowledge.

Please Sign Here	Signature of officer ▶	Title	Date	Telephone ( )
Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN/FEIN
	Firm's name (or yours, if self-employed) and address ▶	FEIN ▶ Telephone ▶ ( )		

**Schedule K S Corporation Shareholders' Share of Income, Deductions, Credits, etc.**

	(a) Distributive share item	(b) Amount from federal Schedule K (1120S)	(c) California adjustment	(d) California amount Combine (b) and (c)
Income (Loss)	1 Ordinary income (loss) from trade or business activity(ies) (Schedule F, line 21) . . . . .			
	2 a Gross income from rental real estate activity(ies) . . . . .			
	b Minus expenses. Attach schedule . . . . .			
	c Balance: net income (loss) from rental real estate activity(ies) . . . . .			
	3 a Gross income from other rental activity(ies) . . . . .			
	b Minus expenses. Attach schedule . . . . .			
	c Balance: net income (loss) from other rental real estate activity(ies) . . . . .			
	4 Portfolio income (loss):			
	a Interest . . . . .			
	b Dividends . . . . .			
	c Royalties . . . . .			
	d Net capital gain (loss) . . . . .			
	e Other portfolio income (loss). Attach schedule . . . . .			
	5 Net gain (loss) under IRC Section 1231 (other than due to casualty or theft):			
	a Gain (loss) from residential rental and farm property held for more than one year but not more than five years . . . . .			
	b Gain (loss) from residential rental and farm property held for more than five years . . . . .			
	c Other gain (loss) . . . . .			
Deduc- tions	6 Other income (loss). Attach schedule(s) . . . . .			
	a Total income. Add lines 1 through 6 . . . . .			
	7 a Charitable contributions . . . . .			
	b Political contributions . . . . .			
	8 Expense deduction for recovery property (R&TC Sections 17252.5 and 17265 and IRC Section 179). Attach schedule . . . . .			
	9 Deductions related to portfolio income (loss). Attach schedule . . . . .			
	10 a Interest expense on investment debts . . . . .			
Net Income	b (1) Investment income included on lines 4a through 4e . . . . .			
	(2) Investment expenses included on line 9 . . . . .			
	11 Other deductions. Attach schedule(s) . . . . .			
	a Total deductions. Add lines 7 through 11 . . . . .			
	11 b S corporation net income before state adjustments. Subtract line 11a from line 6a. Enter here and on Side 1, line 1 . . . . .			
Credits	12 a Low-income housing credit. See instructions. Attach schedule . . . . .			
	b Credit(s) related to rental real estate activity(ies) other than on line 12(a). Attach schedule . . . . .			
	c Credit(s) related to other rental activity(ies). See instructions. Attach schedule . . . . .			
	13 Other credits. Attach required schedule(s) . . . . .			
Tax Preference and Adjustment Items	14 a Accelerated depreciation of real property placed in service before 1/1/87			
	b Accelerated depreciation of leased personal property placed in service before 1/1/87 . . . . .			
	c Depreciation adjustment on property placed in service after 12/31/86 . . . . .			
	d Depletion (other than oil and gas) . . . . .			
	e (1) Gross income from oil, gas and geothermal properties . . . . .			
	(2) Deductions allocable to oil, gas and geothermal properties . . . . .			
Other State Taxes	f Other. Attach schedule(s) . . . . .			
	15 a Type of income ▶ _____			
	b Name of state ▶ _____			
	c Total gross income from sources outside California. Attach schedule . . . . .			
	d Total applicable deductions and losses. Attach schedule . . . . .			
Other Items	e Total other state taxes. Check one: ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued . . . . .			
	16 Property distributions (including cash) other than dividend distributions reported to you on federal Form 1099-DIV . . . . .			
	17 Amount of loan repayments for "Loans from Shareholders" . . . . .			

**Schedule L Balance Sheets**

	Beginning of income year		End of income year	
	(a)	(b)	(c)	(d)
<b>Assets</b>				
1 Cash				
2 a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 Federal and state government obligations				
5 Other current assets. Attach schedule(s)				
6 Loans to shareholders				
7 Mortgage and real estate loans				
8 Other investments. Attach schedule(s)				
9 a Buildings and other fixed depreciable assets				
b Less accumulated depreciation				
10 a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12 a Intangible assets (amortizable only)				
b Less accumulated amortization				
13 Other assets. Attach schedule(s)				
14 <b>Total assets</b>				
<b>Liabilities and Shareholders' Equity</b>				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities. Attach schedule(s)				
18 Loans from shareholders				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities. Attach schedule(s)				
21 Capital stock				
22 Paid-in or capital surplus. Attach reconciliation.				
23 Accumulated adjustments account				
24 Other adjustments account				
25 Shareholders' undistributed taxable income previously taxed				
26 Other retained earnings. See instructions. Check this box if the corporation has subchapter C earnings and profits at the close of the income year <input type="checkbox"/> See instructions.				
27 Total retained earnings per books. Combine amounts on lines 23 thru 26, columns (a) and (c). See inst.				
28 Less cost of treasury stock		( )		( )
29 <b>Total liabilities and shareholders' equity</b>				

**Schedule M Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed** If Schedule L, column (c) amounts for lines 23, 24, or 25 are not the same as corresponding amounts on Schedule M, line 9, attach a schedule explaining any differences. See instructions.

	Accumulated adjustments account	Other adjustments account	Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of year			
2 Ordinary income from Schedule F, line 21			
3 Other additions			
4 Add lines 1 through 3			
5 Distributions other than dividend distributions			
6 Loss from Schedule F, line 21			
7 Other reductions			
8 Add lines 5 through 7			
9 Balance at end of income year. Subtract line 8 from line 4			